

# Statewide Performance & Warranty Bond

## RENEWAL REQUIREMENTS

Utah Administrative Code R930-7-6 General Installation Requirements (6)(b)(ii) Statewide Encroachment Permit Bonding Option. Encroachment permit applicants who routinely acquire encroachment permits may elect to post a statewide performance and warranty or maintenance bond in lieu of posting multiple individual bonds. A statewide bond satisfies bonding requirements for work in all UDOT Regions. The bond amount is determined by UDOT but will not be less than \$100,000. A valid statewide bond period shall be not less than three years and will meet bonding requirements for UDOT permits for a period of one year from date of issue. Encroachment permit applicants may submit a replacement statewide bond on an annual basis provided the bond period is not less than three years at time of replacement.

**11/19/2012 (Internal Business Rule Excerpt) I. Minimum Performance and Warranty Bond Coverage Requirements. B. Statewide Encroachment Permit Bond Requirements:** This bond is designed for permit holders who *frequently* access UDOT right-of-way. The following provisions apply to Statewide Performance and Warranty Bonds:

1. Permit holder must use the approved UDOT bond form.
2. The Statewide bond satisfies bonding requirements for work in all UDOT Regions.
3. **The Statewide bond must cover a three (3) year term.**
  - a. **Statewide bonds with less than two (2) years of remaining coverage, as determined from the time of the projected job completion date, shall be renewed prior to permit issuance.**
  - b. **In effect, this requires the permit holder to renew the Statewide bond once per year.**
4. Political subdivisions are not required to post this bond unless the political subdivision fails to meet the terms and conditions of previous permits.
5. Bond amount is determined by UDOT, but must not be less than \$100,000.



Point 01 to 04..... The entire lifecycle of the bond (all bonds must honor the minimum three (3) year term)

Point 01..... Point of new bond acquisition or renewal

Point 01 to 02..... The bond's effective operational use period (1 year from date of issuance)

Point 03..... Point when the bond must be renewed to cover a three (3) year term (no permit issuance beyond this point)